

**COUNTY EMPLOYEES' AND OFFICERS' ANNUITY & BENEFIT FUND OF
COOK COUNTY ("County Fund")
And Ex-Officio for the
FOREST PRESERVE DISTRICT EMPLOYEES' ANNUITY & BENEFIT FUND
OF COOK COUNTY ("Forest Preserve District Fund")
MEETING OF THE RETIREMENT BOARD ("Board")
33 N. DEARBORN STREET – ROOM 1000**

Minutes for December 3, 2009, 2009 Meeting of the Board

The County Fund and the Forest Preserve District Fund are herein collectively referred to as the "Fund".

Call to Order and Roll Call.

Trustees Present: Robert Agnes, Clem Balanoff, Robert Benjamin, John E. Fitzgerald, Joseph Fratto, William Granberry, Mark Kilgallon, Patrick J. McFadden, Antoinette Williams

Staff Present: Daniel R. Degnan, Executive Director, Penny Finch, Chief Operating Officer, Nickol Hackett, Chief Investment Officer, Sharon Ryan, Office Manager, Fernando Vinzons, Investment Research Analyst, Dawn D'Amato, Disability Counselor

Others Present: Mary Pat Burns, Burke, Burns & Pinelli, Theron K. Picketts, Cabrera Capital Markets, LLC, Angela Myers, Loop Capital, Sharon Piet, Podesta & Company, Christine M. Trzos, Annuitant

1. 2009 Trustee Election

a. Final Report of Independent Election Administrator Dated November 4, 2009

It was moved by Trustee Balanoff and seconded by Trustee Benjamin that the Report of the Independent Election Administrator dated November 4, 2009, be accepted as a true and accurate report of the results of the election held on October 28, 2009, and consistent therewith, that Mark Kilgallon was duly elected as the Cook County Employee Member Trustee; that Robert J. Agnes was duly elected as the Forest Preserve District Employee Member Trustee and that Patrick J. McFadden was duly elected as the Cook County Annuitant Member Trustee.

Roll Call Vote:

AYES: Balanoff, Benjamin, Fitzgerald, Fratto, Williams

NAYS: None

PRESENT: Agnes, Kilgallon, McFadden

Vote Result: MOTION ADOPTED.

b. Proclamation of Election and Declaration of the Winner of the Cook County Employee Member Election Held on October 28, 2009

It was moved by Trustee Fitzgerald and seconded by Trustee Benjamin that the Proclamation of Election and Declaration of the Winner of the Cook County Employee Member Election Held on October 28, 2009, be accepted and, consistent therewith, that Mark Kilgallon be declared the winner of that election and that he be administered and execute the Oath of Office. It is further moved that the Fund's staff take all action necessary to file a copy of the executed Oath of Office with the Cook County Clerk as required by Section 5/9-186 of the Pension Code.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, McFadden, Williams

PRESENT: Kilgallon

NAYS: None

Vote Result: MOTION ADOPTED.

c. Proclamation of Election and Declaration of the Winner of the Cook County Forest Preserve District Employee Member Election Held on October 28, 2009

It was moved by Trustee Kilgallon and seconded by Trustee Benjamin that the Proclamation of Election and Declaration of the Winner of the Cook County Forest Preserve District Employee Member Election Held on October 28, 2009, be accepted and, consistent therewith, that Robert J. Agnes be declared the winner of that election and that he be administered and execute the Oath of Office. It is further moved that the Fund's staff take all action necessary to file a copy of the executed Oath of Office with the Cook County Clerk as required by Section 5/9-186 of the Pension Code.

Roll Call Vote:

AYES: Balanoff, Benjamin, Fitzgerald, Fratto, Kilgallon, McFadden, Williams

PRESENT: Agnes

NAYS: None

Vote Result: MOTION ADOPTED.

d. Proclamation of Election and Declaration of the Winner of the Cook County Annuitant Member Election Held on October 28, 2009

It was moved by Trustee Balanoff and seconded by Trustee Benjamin that the Proclamation of Election and Declaration of the Winner of the Cook County Annuitant Member Election Held on October 28, 2009, be accepted and, consistent therewith, that Patrick J. McFadden be declared the winner of that election and that he be administered and execute the Oath of Office. It is further moved that the Fund's staff take all action necessary to file a copy of the executed Oath of Office with the Cook County Clerk as required by Section 5/9-186 of the Pension Code.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Kilgallon, Williams

PRESENT: McFadden

NAYS: None

Vote Result: MOTION ADOPTED.

2. Review and Approval of:

a. November 6, 2009 Board Meeting Minutes

It was moved by Trustee Fitzgerald and seconded by Trustee Benjamin that the minutes of the November 6, 2009 Board meeting be approved and adopted.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

b. Bills, Payroll, Annuities, Spouse & Child Annuities, Ordinary and Duty Disabilities and Refunds

It was moved by Trustee Kilgallon and seconded by Trustee Benjamin that the presented Bills, Payroll, and recommendations for Annuities, Spouse & Child Annuities, Disabilities and Refunds be approved.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

3. Other Benefit Matters:

a. Matter of Kozel - Matter deferred

b. Purchase of Accumulated Sick Time

It was moved by Trustee Fitzgerald and second by Trustee Balanoff consistent with the recommendations of the Fund's staff and counsel, that it shall be the Fund's policy to allow members to purchase any amount of accumulated sick leave, not to exceed 180 days, for the purpose of applying such accumulated sick leave for service credit for annuity purposes so long as all other requirements of Section 5/9-219(f) of the Pension Code are satisfied.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, McFadden, Williams

PRESENT: Kilgallon

NAYS: None

Vote Result: MOTION ADOPTED.

c. Appointment of Administrative Hearing Officer

It was moved by Trustee Kilgallon and seconded by Trustee Benjamin that Retired Judge James Sullivan be appointed to serve as the hearing officer for the administrative review requested by Mr. Andre Robinson

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

4. Administrative Matters:

a. Election of Officers & Committee Assignments

It was moved by Trustee Balanoff and seconded by Trustee Benjamin that the following members of the Retirement Board shall serve, respectively, as Officers, until a successor is elected: Joseph Fratto, President; Mark Kilgallon, Vice-President; and William Granberry; Secretary.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

It was moved by Trustee Kilgallon and seconded by Trustee Balanoff that all the members of the Retirement Board shall serve on the Investment Committee and that Joseph Fratto shall serve as Chairman. It was further moved that all so named shall serve, respectively, until a successor is duly elected or appointed.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

It was moved by Trustee Balanoff and seconded by Trustee Fitzgerald that the following members of the Retirement Board shall serve on the Emerging/Minority Investment Committee: Mark Kilgallon, Chairman; Robert Agnes, Clem Balanoff, William Granberry and Antoinette Williams. It was further moved that all so named shall serve, respectively, until a successor is duly elected or appointed.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

At this time William Granberry entered the meeting.

It was moved by Trustee Balanoff and seconded by Trustee Kilgallon that the following members of the Retirement Board shall serve on the Health Benefit Committee: Jack Fitzgerald, Chairman; Robert Benjamin; William Granberry, Mark Kilgallon and Patrick McFadden. It was further moved that all so named shall serve, respectively, until a successor is duly elected or appointed.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

b. 2010 Meeting Schedule – Matter deferred

c. P.A. 96-0006 Diversity and Minority Business Policies

It was moved by Trustee Kilgallon and seconded by Trustee Balanoff, consistent with the recommendations of the Fund's professional staff and the Fund's counsel, that the Diversity Policy for Fiduciaries, Consultants and Senior Staff be adopted and submitted to the Governor and the General Assembly by January 1, 2010, as required by Section 5/1-109.1(5) and Section 5/1-109.1(8) of the Pension Code.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

It was moved by Trustee Fitzgerald and seconded by Trustee Granberry consistent with the recommendations of the Fund's professional staff and the Fund's counsel, that the Policy Regarding Business Enterprises Owned by Minorities, Females and Persons with Disabilities be adopted and submitted to the Governor and the General Assembly by January 1, 2010, as required by Section 5/1-109.1(6) and Section 5/1-109.1(8) of the Pension Code.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

d. On the call of the Chair item 4(d) was deferred to the end of the meeting.

e. On the call of the Chair item 4(e) was deferred to the end of the meeting.

5. Health Benefits

a. UniCare/BCBS

It is moved by Trustee Balanoff and seconded by Trustee Benjamin consistent with the recommendations of the Funds' professional staff, that the agreement to accept the proposed Classic Blue HMO be approved and that the Fund's staff be authorized to take all action necessary to effect the foregoing, including, subject to legal review and sign off, execution and delivery of the agreement on the Fund's behalf by its Executive Director and/or Chief Operating Officer.

6. November 20, 2009 Investment Committee Recommendations

a. TIPS

It is moved by Trustee Granberry and seconded by Trustee Fitzgerald consistent with the recommendation of the Investment Committee, that State Street Global Advisors be approved for a \$300 million mandate funded from the BNY Mellon/CIS US Treasuries account and that the Fund's Investment Staff and Executive Director be authorized to take all action reasonably necessary to effectuate the foregoing, including, subject to satisfactory completion of final due diligence and legal review, execution and delivery of the agreement on the Fund's behalf by its Executive Director.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

b. Investment Policies

It is moved by Trustee Fitzgerald and seconded by Trustee Kilgallon consistent with the recommendation of the Investment Committee, that the proposed revised Investment Policy for the County Employees' and Officers' Annuity and Benefit Fund be adopted and it is further moved that the Executive Director and CIO, consistent with comments from the Investment Committee members, have authority from time to time, to make non-substantive revisions to the policy.

Trustee Benjamin stated for the record that while he voted in favor of the Investment Policy he remained opposed to the Board's Sudan Policy.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

It was moved by Trustee Fitzgerald and seconded by Trustee Kilgallon consistent with the recommendation of the Investment Committee, that the proposed revised Investment Policy for the Forest Preserve District Annuity and Benefit Fund be adopted and it is further moved that the Executive Director and CIO, consistent with comments from the Investment Committee members, have authority from time to time, to make non-substantive revisions to the policy.

Trustee Benjamin stated for the record that while he voted in favor of the Investment Policy he remained opposed to the Board's Sudan Policy.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

7. Website Review

Ms. Finch demonstrated the Fund's Website to be released in the near future.

4. d. Executive Session

It was moved by Trustee Balanoff and seconded by Trustee Kilgallon that the Board convene an Executive Session pursuant to Sections 2(c)(1), 2(c)(11) and 2(c)(21) of the Open Meetings Act, 5 ILCS 120, to address personnel matters, potential litigation and minutes of previous Executive Sessions.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

It was moved by Trustee Fitzgerald and seconded by Trustee Benjamin that the Executive Session be adjourned, no formal action having been taken, and that the Board return to open session.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

e. 2010 Administrative Budget

It was moved by Trustee Granberry and seconded by Trustee Kilgallon consistent with the recommendations of the Funds' professional and administrative staff, that the Fiscal Year 2010 Administrative Budget be adopted.

Roll Call Vote:

AYES: Agnes, Balanoff, Benjamin, Fitzgerald, Fratto, Granberry, Kilgallon, McFadden, Williams

NAYS: None

Vote Result: MOTION ADOPTED.

8. Adjournment

After consideration of all other items of business, it was moved that the meeting be adjourned.

Vote Result: MOTION ADOPTED UNANIMOUSLY BY VOICE VOTE.

The Board's next regular meeting is scheduled for January 5, 2010.